DOCKET: REGULAR HEARING - WEDNESDAY - OCTOBER 15, 1969

OIL CONSERVATION COMMISSION - 9 A.M. - MORGAN HALL, STATE LAND OFFICE BUILDING, SANTA FE, NEW MEXICO

ALLOWABLE: (1) Consideration of the oil allowable for November, 1969;

(2) Consideration of the allowable production of gas for November, 1969, from fifteen prorated pools in Lea, Eddy, Roosevelt and Chaves Counties, New Mexico. Consideration of the allowable production of gas from nine prorated pools in San Juan, Rio Arriba and Sandoval Counties, New Mexico, for November, 1969.

CASE 3859: (Continued from the July 16, 1969, Regular Hearing)

Application of Wilson Oil Company for an exception to Order No. R-3221, as amended, Lea County, New Mexico. Applicant, in the above-styled cause, seeks an exception to Commission Order No. R-3221, as amended, which order prohibits the disposal of water produced in conjunction with the production of oil on the surface of the ground in Lea, Eddy, Chaves and Roosevelt Counties, New Mexico, after January 1, 1969. Said exception would be for applicant's leases in Sections 13, 23, and 24 of Township 21 South, Range 34 East, and Sections 7 and 18 of Township 21 South, Range 35 East, Wilson Yates-Seven Rivers Pool, Lea County, New Mexico. Applicant, seeks authority to continue to dispose of produced water in seven unlined surface pits located in the center of the W/2 of said Section 13, center of the W/2 SE/4 of said Section 13, SW/4 NE/4 of said Section 23, center of SW/4 of said Section 24, center of the NE/4 of said Section 7, NE/4 SW/4 of said Section 7, NW/4 NW/4 of said Section 18. the alternative, applicant seeks an extension of time in which to comply with the provisions of said order.

CASE 4228: Southeastern nomenclature case calling for an order for the creation, extension and contraction of certain pools in Lea, Eddy, Chaves and Roosevelt Counties, New Mexico.

(a) Create a new pool in Lea County, New Mexico, classified as a gas pool for Atoka production and designated as the Arena Roja-Pennsylvanian Gas Pool. The discovery well is Skelly Oil Company's Mexico "P" Federal Well No. 1 located in Unit F of Section 21, Township 26 South, Range 35 East, NMPM. Said pool would comprise:

TOWNSHIP 26 SOUTH, RANGE 35 EAST, NMPM SECTION 21: W/2

-2-

Docket No. 28-69

(Case 4228 continued)

(b) Create a new pool in Chaves County, New Mexico, classified as an oil pool for San Andres production and designated as the East Chisum-San Andres Pool. The discovery well is Plains Radio Broadcasting Company's L. E. Ranch 9 Well No. 1 located in Unit O of Section 9, Township 11 South, Range 28 East, NMPM. Said pool would comprise:

TOWNSHIP 11 SOUTH RANGE 28 EAST, NMPM SECTION 9: SW/4 SE/4

(c) Create a new pool in Lea County, New Mexico, classified as a gas pool for Queen production and designated as the South Corbin-Queen Gas Pool. The discovery well is in the Texo Oil Company's Buffalo Plains Unit Well No. 11, located in Unit L of Section 11, Township 18 South, Range 33 East, NMPM. Said pool would comprise:

TOWNSHIP 18 SOUTH, RANGE 33 EAST, NMPM SECTION 35: SW/4

(d) Contract the Anderson Ranch-Pennsylvanian Pool in Lea County, New Mexico, by the deletion of the following-described area:

TOWNSHIP 16 SOUTH, RANGE 32 EAST, NMPM SECTION 11: N/2

(e) Contract the Bagley-Pennsylvanian Pool in Lea County, New Mexico, by the deletion of the following described area:

TOWNSHIP 11 SOUTH, RANGE 33 EAST, NMPM SECTION 33: NE/4

(f) Extend the Anderson Ranch-Morrow Gas Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 16 SOUTH, RANGE 32 EAST, NMPM SECTION 2: Lots 1, 2, 7 and 8 and S/2 SECTION 11: N/2

(g) Extend the North Bagley-Lower Pennsylvanian Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 11 SOUTH, RANGE 33 EAST, NMPM SECTION 2: SW/4 SECTION 33: NE/4

- CASE 4334: Application of Pan American Petroleum Corporation for an unorthodox gas well location, San Juan County, New Mexico. Applicant, in the above-styled cause, seeks authority to recomplete its State Gas Com "BG" Well No. 1 at an unorthodox location 1450 feet from the North line and 1490 feet from the West line of Section 2, Township 29 North, Range 10 West, Blanco-Mesaverde Pool, San Juan County, New Mexico, the N/2 of said section to be dedicated to the well.
- CASE 4335: Application of Gulf Oil Corporation for a waterflood project, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to institute a waterflood project in the Vacuum (Grayburg-San Andres) Pool by the injection of water into the San Andres formation through its Lea "FE" State Wells Nos. 2 and 4, located in Units C and E, respectively, of Section 11, Township 17 South, Range 34 East, Lea County, New Mexico.
- CASE 4336: Application of Byron McKinight for an exception to Order No. R-3221, as amended, Lea County, New Mexico. Applicant, in the above-styled cause, seeks an exception to Order No. R-3221, as amended, which order prohibits the disposal of water produced in conjunction with the production of cilior gas on the surface of the ground in Lea, Eddy, Chaves, and Roosevelt Counties. Said exception would be for applicant's lease comprising all of Section 19, W/2 Section 20, NW/4 Section 29, and NW/4 Section 30, Township 19 South, Range 34 East, undesignated Yates-Seven Rivers gas pool, Lea County, New Mexico. Applicant seeks authority to dispose of salt water produced by wells on said leases in unlined surface pits on the leases.

(Continued from the October 15, 1969, Regular Hearing) Application of Wilson Oil Company for an exception to Order No. R-3221, as amended, Lea County, New Mexico. Applicant, in the above-styled cause, seeks an exception to Commission Order No. R-3221, as amended, which order prohibits the disposal of water produced in conjunction with the production of oil on the surface of the ground in Lea, Eddy, Chaves and Roosevelt Counties, New Mexico, after January 1, 1969. Said exception would be for applicant's leases in Sections 13, 23, and 24 of Township 21 South, Range 34 East, and Sections 7 and 18 of Township 21 South, Range 35 East, Wilson Yates-Seven Rivers Pool, Lea County, New Mexico. Applicant, seeks authority to continue to dispose of produced water in seven unlined surface pits located in the senter of the W/2 of said Section 13, senter of the W/2SE/4 of said Section 13, SW/4 NE/4 of said Section 23, center of SW/4 of said Section 24, center of the NE/4 of said Section 7, NE/4 SW/4 of said Section 7, NW/4 NW/4 of said Section 18.

CASE 3859:

DOCKET: REGULAR HEARING - WEDNESDAY - APRIL 15, 1970

OIL CONSERVATION COMMISSION - 9 A.M. - THE HOLIDAY INN, 200 SOUTH LINAM, HOBBS, NEW MEXICO

ALLOWABLE: (1) Consideration of the oil allowable for May, 1970;

(2) Consideration of the allowable production of gas for May, 1970, from fifteen prorated pools in Lea, Eddy, Chaves and Roosevelt Counties, New Mexico. Consideration of the allowable production of gas from nine prorated pools in San Juan, Rio Arriba and Sandoval Counties, New Mexico, for May, 1970.

THE FOLLOWING CASES WILL BE HEARD BY THE COMMISSION OR BY A. L. PORTER, Jr., EXAMINER OR DANIEL S. NUTTER, ALTERNATE EXAMINER:

- CASE 4332: In the matter of the hearing called by the Oil Conservation Commission upon its own motion to consider the inclusion of the NW/4 of Section 10, Township 9 South, Range 36 East, Lea County, New Mexico, in the Allison-Pennsylvanian Pool or the Vada-Pennsylvanian Pool, whichever is proper.
- CASE 4333: Application of Phillips Petroleum Company for a dual completion and salt water disposal, Chaves County, New Mexico. Applicant, in the above-styled cause, seeks authority to dually complete its Marley "A" Well No. 1, a wildcat well, located in Unit P of Section 3, Township 11 South, Range 31 East, Chaves County, New Mexico, in such a manner as to permit the production of oil from the San Andres formation through perforations from 4148 feet to 4165 feet and the disposal of produced salt water into the San Andres formation through the perforated interval from 4344 feet to 4800 feet.

CASE 4084: (Reopened)

In the matter of Case No. 4084 being reopened pursuant to the provisions of Order No. R-3732, which order established 160-acre spacing units and an 80-acre proportional factor of 4.77 for the Feather-Wolfcamp Pool, Lea County, New Mexico. All interested parties may appear and show cause why the said pool should not be developed on less than 160-acre spacing units and to show cause why the 80-acre proportional factor of 4.77 should or should not be retained.